

OTHER NON-PENSION FUNDS
INVESTMENT PERFORMANCE REPORT AS OF DECEMBER 31, 2007

	December-07					September-07					Current FYTD		Prior Year FY07		3 Years Ended	5 Years Ended
	Market Value	Allocation		Quarter		Market Value	Allocation		Quarter		Returns		Returns		6/30/2007	6/30/2007
		Actual	Policy	Gross	Net		Actual	Policy	Gross	Net	Gross	Net	Gross	Net	Net	Net
PERS RETIREE HEALTH CREDIT FUND																
<i>Large Cap Domestic Equity</i>																
State Street Enhanced Equity Plus (1)	14,806,496	35.0%	35.0%	-5.67%	-5.72%	15,056,053	35.1%	35.0%	-0.59%	-0.64%	-6.23%	-6.33%	22.89%	22.64%	12.17%	10.91%
S&P 500				-3.33%	-3.33%				2.03%	2.03%	-1.37%	-1.37%	20.59%	20.59%	11.68%	10.71%
<i>Small Cap Domestic Equity</i>																
State Street Small Cap Index Plus (2)	6,332,105	15.0%	15.0%	-6.29%	-6.34%	6,382,238	14.9%	15.0%	-7.32%	-7.37%	-13.15%	-13.24%	17.03%	16.79%	14.67%	14.78%
Russell Special Small Cap Index				-3.74%	-3.74%				-0.39%	-0.39%	-4.12%	-4.12%	20.39%	20.39%	15.94%	15.64%
TOTAL DOMESTIC EQUITY	21,138,601	50.0%	50.0%	-5.85%	-5.90%	21,438,291	50.0%	50.0%	-2.62%	-2.67%	-8.31%	-8.41%	21.12%	20.87%	12.96%	12.09%
Russell 3000				-3.34%	-3.34%				1.55%	1.55%	-1.84%	-1.84%	20.07%	20.07%	12.44%	11.25%
<i>International Equity</i>																
State Street International Alpha (3)	6,377,186	15.1%	15.0%	-4.35%	-4.40%	6,523,996	15.2%	15.0%	1.52%	1.47%	-2.90%	-3.00%	27.98%	27.72%	22.34%	17.70%
MSCI EAFE				-1.75%	-1.75%				2.18%	2.18%	0.39%	0.39%	27.00%	27.00%	22.28%	17.75%
<i>Domestic Fixed Income</i>																
State Street Bond Market Common Trust	14,757,931	34.9%	35.0%	2.97%	2.92%	14,916,746	34.8%	35.0%	-10.61%	-10.66%	-7.95%	-8.05%	5.43%	5.22%	3.66%	4.24%
Lehman Aggregate				3.00%	3.00%				2.84%	2.84%	5.93%	5.93%	6.12%	6.12%	3.98%	4.48%
<i>Cash</i>																
Northern Trust STIF	42,768	0.1%	0.0%	1.05%	1.05%	24,968	0.1%	0.0%	1.34%	1.34%	2.40%	2.40%	5.21%	5.21%	3.78%	2.76%
90 Day T-Bills				1.05%	1.05%				1.34%	1.34%	2.40%	2.40%	5.21%	5.21%	3.78%	2.76%
TOTAL PERS RETIREE HEALTH	42,316,486	100.0%	100.0%	-2.54%	-2.60%	42,904,001	100.0%	100.0%	-4.91%	-4.96%	-7.33%	-7.42%	16.89%	16.65%	11.22%	10.39%
POLICY TARGET BENCHMARK				-0.93%	-0.93%				2.01%	2.01%	1.06%	1.06%	16.31%	16.31%	11.20%	10.49%
PERS GROUP INSURANCE																
<i>Cash Equivalents</i>																
Bank of ND	3,774,795	100.0%	100.0%	0.96%	0.96%	4,176,314	100.0%	100.0%	1.24%	1.24%	2.21%	2.21%	5.36%	5.36%	4.10%	3.00%
90 Day T-Bill				1.05%	1.05%				1.34%	1.34%	2.40%	2.40%	5.21%	5.21%	3.78%	2.76%
VETERANS CEMETARY TRUST FUND																
<i>Cash Equivalents</i>																
Bank of ND	(0)	100.0%	100.0%	0.96%	0.96%	212	100.0%	100.0%	1.24%	1.24%	N/A	N/A	5.36%	5.36%	4.10%	3.00%
90 Day T-Bill				1.05%	1.05%				1.34%	1.34%			5.21%	5.21%	3.78%	2.76%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) Prior to August 31, 2006, invested in S&P 500 Index Fund.

(2) Prior to August 31, 2006, invested in Russell Small Cap Completeness Fund.

(3) Prior to August 31, 2006, invested in EAFE Index Fund.